Honorable Kermit Gordon Director Bureau of the Budget Washington 25, D. C.

Attention: Mr. Martin A. Kramer

Dear Mr. Gordon:

Reference is made to the Bureau's letter of 4 December 1963 requesting the views of this Agency on the Department of State draft bill to amend the Missing Persons Act (50 U.S.C. App. 1001 et seq.) to include coverage of aliens employed by the United States Government outside the continental United States. The proposed legislation would apply retroactively to all periods after 31 December 1945 during which an alien who had been employed for service outside the continental United States occupied a status listed in section 2 of the Missing Persons Act.

We note that a question exists as to the literal application of the Missing Persons Act to persons who are arrested, tried and imprisoned in foreign countries. H. R. 2989, a bill to amend the Missing Persons Act to cover certain persons detained in foreign countries against their will and for other purposes, which was proposed by the Department of Defense, was passed by the House of Representatives on 3 July 1963 and is now awaiting action by Senate Armed Services Committee. H. Report No. 411, to accompany H. R. 2989, indicates that that bill would provide specific coverage in cold war situation for personnel employed by the Federal Government who are arrested or otherwise detained by foreign governments in other than a hot war situation. The Report states in part at page 1:

At present, the benefits of the Missing Persons Act are provided for persons within the scope of the act who are 'officially determined to be absent in a status of missing, missing in action, interned in a foreign country, captured by a hostile force, or besieged by a hostile force.' All of these terms, with the exception of the word 'missing' standing alone and possibly 'interned in a foreign country' were originally predicated upon a declared war and if treated literally, would imply a condition of declared war.

The proposed amendments to the Missing Persons Act /contained in H. R. 2989/ would add the words 'detained in a foreign country against his will' and would thus provide specific coverage in cold war situation. . . .

This Agency has no objection to the draft proposal of the Department of State. In our opinion such an amendment to the Missing Persons Act would create no new benefits for aliens utilized in Agency operations abroad. However, the retroactive application of such an amendment could create difficult administrative problems and possibly some security problems with respect to certain employed aliens.

Sincerely,

A STANTAGE

John S. Warner Legislative Counsel

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EXECUTIVE OFFICE OF THE PRESIDENT

BUREAU OF THE BUDGET WASHINGTON 25, D. C.

December 4, 1963

LEGISLATIVE REFERRAL MEMORANDUM

TO:

Legislative Liaison Officer

U.S. Information Agency Agency for International Development Central Intelligence Agency Defense Department Civil Service Commission

SUBJECT:

State's draft bill, "To amend the Missing Persons Act (50 U.S.C. App. 1001, et seq.) to include coverage of aliens employed by the U.S. Government outside the Continental U.S."

The Bureau of the Budget would appreciate receiving the views of your agency on this subject before advising on its relationship to the program of the President.

- In order to permit expeditious coordination and clearance in accord-(xx)ance with Circular A-19, it is requested that your reply be made within thirty (30) days.
-) Special circumstances require that this be handled as a priority matter and that your views be received

Mr. Martin A. Kramer Bureau of the Questions should be referred to Budget, code kki, extension 21319. 128

> for Assistant Director for Legislative Reference

Enclosures Copy draft material a bill to emend the Missing Fersons Act (50 U.S.C. App. 1001,2 et seq.) to include coverage of aliens employed by the United States Covernment outside the Continental United States:

- 1. Section 1(a)(3) of the Act is amended by deleting the language who are citizens or nationals of the United States, or who are aliens who have been admitted to the United States for permanent residence and substituting therefor the language "whether they are citizens or nationals of the United States or aliens employed for service outside the continental United States".
- 2. Section 1 is amended by adding a new subsection (e), which shall read:

**Continental United States" means the 50 States of the United States and the District of Columbia."

- 3. There is hereby added a new section 17, which shall read:

 "All reference in this act to pay and allowances shall,
 insofar as aliens employed for service outside the continental
 United States are concerned, embrace offsets whether payable
 directly or included within the employee's total annual wage
 in accordance with wage scales in effect during the period
 for which the benefits of this act apply to him."
- 4. There is hereby added a new section 18, which shall read:

 "This act shall apply retroactively to all periods

 after December 31, 1945 during which an alien who had been amployed for service outside the continental United States occupied the status listed in section 2 of this act."

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